

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7571

BILL NUMBER: HB 1484

NOTE PREPARED: Jan 9, 2005

BILL AMENDED:

SUBJECT: Charter school facility funding.

FIRST AUTHOR: Rep. Behning

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill requires a school corporation to transfer part of the school corporation's Capital Projects Fund to a charter school if: (1) a student transfers from a school in the school corporation to the charter school; (2) the school has not demonstrated adequate yearly progress as determined by the department of education; and (3) the charter school demonstrates adequate yearly progress.

Effective Date: July 1, 2005.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: The bill could shift Capital Projects Fund revenue from traditional school corporations to charter schools. The amount of the shift would depend on the number of students transferring from a traditional school corporation that has not made demonstrate adequate yearly progress to a charter school that has. For CY 2004, the Capital Projects Fund levy for schools was about \$663.6 M or about \$650 per student on average. As an example if 1,000 students transferred then schools would have to send about \$650,000 to charter schools.

State Agencies Affected:

Local Agencies Affected: Local Schools.

Information Sources: Department of Education Databases.

Fiscal Analyst: Chuck Mayfield, 317-232-4825.